

## CHAPTER 177

## TEACHERS' PENSIONS

## S. F. 123

AN ACT to amend section two hundred ninety-four point twelve (294.12), Code 1962, to permit the board of directors in school districts which have, pursuant to section two hundred ninety-four point eleven (294.11), Code 1962, terminated a previously existing pension and annuity retirement system to increase by fifty percent (50%) the retirement benefits to each surviving beneficiary entitled to receive benefits at date of termination of said system and to provide for the levy of an annual tax to supplement the retirement reserve fund to the extent necessary to pay the increase in retirement benefits.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Section two hundred ninety-four point twelve (294.12),  
 2 Code 1962, is amended by adding at the end thereof the following:  
 3 "In any school district which has pursuant to section two hundred  
 4 ninety-four point eleven (294.11) of the Code terminated a previously  
 5 existing pension and annuity retirement system and has after actu-  
 6 arial computation established a retirement reserve fund pursuant to  
 7 section two hundred ninety-four point twelve (294.12) of the Code in  
 8 order to pay to surviving beneficiaries entitled to receive retirement  
 9 benefits at date of termination of said system in the amount in effect  
 10 with respect to such beneficiaries immediately prior to the date of  
 11 termination, the board of directors may authorize each and every pay-  
 12 ment to each surviving beneficiary falling due subsequent to June 30,  
 13 1962, to be increased by fifty percent (50%), such increased payments  
 14 to be paid from the retirement reserve fund according to an actuarial  
 15 computation thereof plus such additional amounts transferred from  
 16 the general fund as may be required. In order to provide the addi-  
 17 tional amounts required from the general fund for such increased pay-  
 18 ments, the board of directors may annually at the meeting at which it  
 19 estimates the amount required for the general fund in accordance with  
 20 section two hundred ninety-eight point one (298.1) of the Code esti-  
 21 mate such additional amount as an actuarial computation shall show  
 22 is necessary from the general fund for the payment of such increased  
 23 benefits for the current school year; provided the amount estimated  
 24 and certified to be transferred from the general fund to the retirement  
 25 reserve fund shall not exceed five hundredths (5/100) of a mill on the  
 26 dollar of the assessed valuation of the taxable property of the school  
 27 corporation. The board of supervisors shall in accordance with the  
 28 provisions of section two hundred ninety-eight point eight (298.8) of  
 29 the Code levy the taxes necessary to raise the amount estimated by  
 30 the board of directors as above provided and certified to the board of  
 31 supervisors. Upon the death of the last beneficiary to survive, any  
 32 balance remaining in said retirement reserve fund shall be transferred  
 33 to the general fund of said school district."

Approved May 2, 1963.